

TENNESSEE GENERAL ASSEMBLY
FISCAL REVIEW COMMITTEE



FISCAL MEMORANDUM

HB 516 – SB 1361

March 30, 2015

SUMMARY OF ORIGINAL BILL: Requires a certification that a health care facility applicant has implemented a policy of informing its employees of their obligations to report incidents of exploitation. Requires mobile dental providers of long-term care facilities to maintain records of services provided on standard American Dental Association (ADA) claims forms using appropriate Current Dental Terminology (CDT) codes for services delivered.

FISCAL IMPACT OF ORIGINAL BILL:

NOT SIGNIFICANT

SUMMARY OF AMENDMENT (004909): Deletes all language after the enacting clause. Requires a pain management clinic to apply for and receive a certificate of need (CON) prior to providing services at such clinic. Prohibits the Health Services and Development Agency (HSDA) from issuing any CON for new pain management clinics until: the State Health Planning Division has made recommendations with respect to the appropriate criteria that are consistent with the state health plan using information derived from the all payer claims database; and the HSDA has adopted appropriate criteria for applications for pain management clinics. The Division shall consult the Bureau of TennCare, the Department of Health, and the Department of Mental Health and Substance Abuse Services before making recommendations to the agency. The bill takes effect July 1, 2015.

FISCAL IMPACT OF BILL WITH PROPOSED AMENDMENT:

Unchanged from the original fiscal note.

Assumptions for the bill as amended:

- The provisions of the bill as amended require the State Health Planning Division within the Department of Health to develop CON criteria and standards applicable to pain management clinics.
- Based on information provided by the department, developing the standards will not result in increased expenditures because the data necessary can be obtained from the all payers claims database.
- The bill as amended specifies that the CON process will only apply to new clinics that will not be considered facilities. Since the clinics will not be considered facilities, there will be no additional submissions of joint annual reports. Any additional analysis can be accommodated within existing departmental resources.

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- The number of CON applications that will result from the provisions of the bill as amended are unknown, the HSDA does not believe the number of additional CON applications will be substantial enough to significantly increase the agency's current expenditure levels. Application fees will be collected resulting in increased revenue per each application. The net impact is estimated to be not significant.

CERTIFICATION:

The information contained herein is true and correct to the best of my knowledge.

A handwritten signature in dark ink, appearing to read "Jeffrey L. Spalding". The signature is fluid and cursive, with the first name "Jeffrey" and last name "Spalding" clearly distinguishable.

Jeffrey L. Spalding, Executive Director

/kml